

Excess General Fund Oversight Board Meeting

January 18, 2008, 10:30 a.m.

Conference Call

Board members included on this conference call: Jan Nicolay, Rodger Leonard and Tom Oster.

DOE participants: Susan Woodmansey, Bobbi Leiferman and Darla Mayer

Purpose of this meeting was to discuss all submitted requests for exemption received for the calculation of excess general fund balance. Requests submitted for the board' s review included the following:

- Baltic School District \$ 9,451
- Flandreau School District \$ 30,314

Board meeting called to order by Jan Nicolay at 10:37 a.m.

Baltic School District, \$9,451:

A request for exemption for the above stated amount was submitted by the Baltic School District. The reason (factor to be considered) for this request was “ revenue received that could not be reasonable anticipated by the district” . The district had received an increased amount of bank franchise tax, revenue receipted in 2006 was \$106,696 and in 2007 this amount jumped to \$203,146.

Flandreau School District, \$98,587:

A request for exemption for the above stated amount was submitted by the Flandreau School District. The reason (factor to be considered) for this request was “ revenue received that could not be reasonable anticipated by the district” . The district had received a significant increase in the amount of county apportionment revenue received. The budgeted amount for this revenue in 2007 was \$94,000 but the district received \$124,314 (different of \$30,314). Documentation also provided by the district showed in the prior three years the revenue source had actually been decreasing.

FINAL ACTION

Baltic School District :

Motion made by Rodger Leonard to approve an exemption in the amount of \$9,451, this revenue could not reasonable be anticipated by the district (factor #6). This motion was seconded by Tom Oster, all board members concurred and motion passed.

Flandreau School District:

Motion made by Rodger Leonard to approve an exemption in the amount of \$30,314, this revenue could not reasonable be anticipated by the district (factor #6). This motion was seconded by Tom Oster, all board members concurred and motion passed.

Based on the above actions of the board the following amounts will be reflected in the calculation as exempted by this board:

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|-----------------------------|-----------|
| • Baltic School District | \$ 9,451 |
| • Flandreau School District | \$ 30,314 |

Meeting was adjourned at 10:52 a.m.

As per ARSD 24:17:02:03 the below factors shall be considered by the board for recommending an exemption:

1. Revenue needed in the following fiscal year to replace items lost due to a natural disaster;
2. Revenue needed in the following fiscal year for expanding educational programs;
3. Pending reorganization of the district;
4. Revenues received as a result of another district dissolving and attaching;
5. Significant transfers out of the general fund that were necessary to maintain the vitality of another fund; and
6. Revenues received that could not reasonably be anticipated by the district.